NOTICE OF CONFIDENTIALITY RIGHTS: IF YOU ARE A NATURAL PERSON, YOU MAY REMOVE OR STRIKE ANY OF THE FOLLOWING INFORMATION FROM THIS INSTRUMENT BEFORE IT IS FILED FOR RECORD IN THE PUBLIC RECORDS: YOUR SOCIAL SECURITY NUMBER OR YOUR DRIVER'S LICENSE NUMBER.

Producers 88-198(R) Texas Paid-Up (2/93)

#### OIL, GAS AND MINERAL LEASE (PAID-UP LEASE)

	(PA	AID-UP LEASE)		
THIS AGREEMENT made this 13	Sth	<sub>day of</sub> January		, 20 09 , between
Jackie Carolyn Lindsey Mund		day of		, octween
		, Lessor (whether o	one or more) whose address is	
5409 Ridge View DR, Watau	<u> </u>			
B O B 450 B		evon Energy Product	ion Company, L.P.	, Lessee; whose address is
P.O. Box 450, Decatur, Texas	s 76234		; WITNESSETH:	
1. Lessor in consideration of Ten exclusively unto Lessee the lands subject hereto and their respective constituent elements) and al surveys, injecting gas, water and other fluids a building roads, tanks, power stations, telephor Tarrant	ll other minerals, (whether or not simil nd air into subsurface strata, establish	ring, prospecting, drilling and mi ar to those mentioned) and the ex- ing and utilizing facilities for the to produce, save, take care of	ining for and producing oil, gas (inc colusive right to conduct exploration of disposition of salt water, laying	cluding all gases, liquid hydrocarbo in, geologic and geophysical tests a pipelines, housing its employees a
SEE EXHIBIT "A" ATTAC	CHED HERETO AND M	ADE A PART HERI	EOF FOR PROPERTY	/ DESCRIPTION
SEE EXHIBIT "B" ATTAC	CHED HERETO AND M	IADE A PART HERI	EOF FOR ADDITION	IAL PROVISIONS
This lease also covers and includes all land ow surveys, although not included within the boun execute any lease amendment requested by I purpose of calculating any payments hereinafter Lessee requests a lease amendment and same is  2. Subject to the other provisions herein	daries of the land particularly describe essee for a more complete or accur provided for, said Land is estimated to filed of record.	d above. The land covered by trate description of said Land and comprise 3.7896	his lease shall be hereinafter referr such amendment shall include wor acres, whether it actually con	red to as said Land. Lessor agrees ds of present lease and grant. For the imprises more or less until such time
lease shall be for a term of five (5) years from the land with which said Land is pooled hereunder. drilling, testing, completing, reworking, recompother actions conducted on said lands associated 3. The royalties to be paid by Lessee are:	The word "operations" as used herei- leting, deepening, plugging back or re- with or related thereto.	n shall include but not be limited pairing of a well in search for or	to any or the following; preparing in an endeavor to obtain production	g drillsite location and/or access roan n of oil, gas or other minerals and a
oil produced and saved from said Land; Lessee and alte of purchase or Lessee may sell any royalty the cost of treating the oil to render it marketable all gases, processed liquid hydrocarbons associated off the premises or for the extraction of gexceed the amount received by Lessee for such from such sale, it being understood that Lessor at the wells; (c) on all other minerals mined and participating royalty interests, in said Land, who set forth herein. Lessee shall have free use of injection and secondary recovery operations, and	oil in its possession and pay Lessor the epipeline oil or, if there is no available ated therewith and any other respective asoline or other product therefrom, the gas computed at the mouth of the well, is interest shall bear one-eighth of the oil marketed, one-tenth either in kind or ether or not owned by Lessor and who oil, gas and water from said Land, exid the royalty on oil and gas shall be core	e price received by the Lessee for e pipeline, Lessor's interest shall e constituent elements, casinghea e market value at the well of on and provided further on gas sole cost of all compression, treating, value at the well or mine, at Less ther or not effectively pooled by cept water from Lessor's wells, inputed after deducting any so use	such oil computed at the well; Les bear one-eighth of the cost of all the digas or other gaseous substance, e-eighth of the gas so sold or used at the wells the royalty shall be of dehydrating and transporting costs see's election. Any royalty interes Lessee pursuant to the provisions in all operations which Lessee may delice.	ssor's interest shall bear one-eighth rucking charges; (b) on gas, includi produced from said Land and sold ild provided the market value shall rane-eighth of the net proceeds receiv incurred in marketing the gas so so ts, including, without limitation, no hereof, shall be paid from the royal y conduct hereunder, including wat
<ol> <li>If at the expiration of the primary term or land or leases pooled therewith but oil or ga (unless released by the Lessee), and it shall neve</li> </ol>	is is not being sold or used and this li ertheless be considered that oil and/or g	ease is not then being maintained as is being produced from said La	d by production, operations or other	erwise, this lease shall not termina ph 2 herein. However, in this ever
Lessee shall pay or tender as shut-in royalty to				SS above Bank : ank for all shut-in royalty paymen
hereunder regardless of changes in ownership of provided however, in the event said well is local each acre of said Land included in such unit on fail or refuse to accept such payment, Lessee ship to receive such payment or tenders. Such shut-	if said land or shut-in royalty payment ted on a unit comprised of all or a port which said shut-in well is located. If si all re-tender such payment within thirty	s) a sum determined by multiply ion of said Land and other land o ach bank (or any successor bank) (30) days following receipt fron	ing one dollar (\$1.00) per acre for r leases a sum determined by multi should fail, liquidate, or be succeen h Lessor of a proper recordable inst	each acre then covered by this least iplying one dollar (\$1.00) per acre to ded by another bank or for any reast trument naming another bank as age

(which bank and its successors are Lessors agent and shall continue as the depository bank for all shut-in royalty payments hereunder regardless of changes in ownership of said land or shut-in royalty payments) a sum determined by multiplying one dollar (\$1.00) per acre for each acre of said Land included in such unit on which said shut-in well is located. If such bank (or any successor bank) should fail, liquidate, or be succeeded by another bank or for any reason fail or refuse to accept such payment. Lessee shall re-tender such payment within thirty (30) days following receipt from Lessor of a proper recordable instrument naming another bank as agent to receive such payment or tenders. Such shut-in royalty payment shall be due on or before the expiration of ninety (90) days after (a) the expiration of the primary term, or (b) the date of completion of such well, or (c) the date on which oil or gas ceases to be sold or used, or (d) the date this lease is included in a unit on which a well has been previously completed and shut-in or (e) the date the lease ceases to be otherwise maintained, whichever be the later date. It is understood and agreed that no shut-in royalty payments shall be due during the primary term. In like manner and upon like payments or tenders on or before the next ensuing anniversary of the due date for said payment, the Lessee shall continue to pay such shut-in royalty payment shall not be required or, if a shut-in royalty payment is tendered, no additional shut-in payment will be due until the next ensuing anniversary of the due date for said tendered payment regardless of how many times actual production may be commenced and shut-in during such one (1) year period. Lessee's failure to pay or tender or to properly or timely pay or tender any such sum as shut-in royalty shall render Lessee liable for the amount due but it shall not operate to terminate this lease. Lessee agrees to use reasonable diligence to produce, utilize or market the minerals capable of being produced from said well

provided, pay or tender such royalty or shut-in royalty, in the manner above specified, either jointly to such parties or separately to each in accordance with their respective ownerships thereof, as Lessee and a lessee may elect.

5. (a) Lessee shall have the right and power in its discretion to pool or combine, as to any one or more strata or formations, said Land or any portion of said Land with other land, lease or leases in the vicinity thereof. The above right and power to pool and unitize may be exercised with respect to oil, gas or other minerals, or any one or more of said substances, and may be exercised at any time and from time to time during or after the primary term, and before or after a well has been drilled, or while a well is being drilled. Pooling in one or more instances shall not exhaust the rights of Lessee to pool said Land or portions thereof into other units. Units formed by pooling as to any stratum or strata need not conform in size or area with units as to any other stratum or strata, and oil units need not conform as to area with gas units. Units formed by pooling as to any stratum or strata need not conform in size or area with units as to any other stratum or strata, and oil units need not conform as to area with gas units. Units formed by pooling as to any stratum or strata need not conform in size or area with units as to any other stratum or strata, and oil units need not conform as to area with gas units. Units office do in the remainded to a conform substantially exceed in area of 40 acres each, plus a tolerance of 10% thereof, provided that should governmental authority having jurisdiction prescribe or permit the creation of units larger than those specified, units thereafter created may conform substantially with those prescribed or permitted by governmental regulations. The pooling for gas hereunder by Lessee shall also pool and unitize all associated liquid hydrocarbons and any other respective constituent elements as may be produced with the unitized gas, and the royalty

such unit and used in the operations thereof or thereon shall be excluded in calculating said royally. Lessee may vacate any unit formed by it hereunder by instrument in writing filed for record in said county at any time when there is no unitized substance being produced from such unit. If this lease now or hereafter covers separate tracts, no pooling or unitization of royalty interests as between any such separate tracts is intended or shall be implied or result merely from the inclusion of such separate tracts within this lease but Lessee shall nevertheless have the right to pool or unitize as provided in this paragraph 5 with consequent allocation of production as herein provided. As used in this paragraph 5, the words "separate tract" mean any tract with royalty ownership differing, now or hereafter, either as to parties or amounts, from that as to any other part of said Land.

(b) Lessee at any time and from time to time during the life of this lease shall have the right and power as to all or any part or formation or strata of the land herein leased, without the restrict index to unitize the same with the lease hall control to any part or formation or strata of the land herein leased.

Lessor's joinder, to unitize the same with other lands, formations, strata or leases covering lands in the same general area as the leased premises by combining the leasehold estate and Lessor's royalty estate created by this lease with any other lease, royalty or mineral estate in and under any other tract or tracts of land, regardless of the ownership thereof, so as to create by the combination of such interests or any of them one or more unitized areas of such size and shape as determined by Lessee to be developed and operated by secondary or tertiary methods as though such lands and interest were all included within the terms hereof and constituted a single oil, gas and mineral lease. All such production from such unitized area shall be divided or allocated among the various tracts comprising such unitized area based on a formula derived from parameters utilized by Lessee and incorporated in a unitization agreement approved by the Railroad Commission of Texas. The unitization agreement shall include other provisions designed to allow for operations of the unitized area in an orderly manner and Lessor hereby agrees that all provisions contained therein shall be binding on Lessor provided such unitization agreement is approved by the Railroad Commission of Texas or other Governmental Agencies having jurisdiction over such matters. Operations on or production of oil and/or gas from any part of the unitized area which includes all or a portion of said Land, regardless of whether such operations were commenced or such production was secured before or after the date of this lease or the date of the instrument designating the unitized area, shall be considered for all purposes, except the payment of royalties, as operations on or production of oil or gas from said Land whether or not the well or wells be located on said Land. Royalties payable from the unitized area shall be computed on the basis of the production allocated to the portion of the above described land included within such unitized area after excluding therefrom any oil or gas used in the

6. Lessee may at any time or times execute and deliver to Lessor or to the depository above named or place of record, a release or releases covering any portion of said Land and/or portions of subsurface strata or stratum and thereby surrender this lease as to such portion and/or portion of subsurface strata or stratum and be relieved of all obligations as to the acreage, strata or stratum surrendered. Lessee shall retain rights of ingress and egress across and through any released portion and/or strata of the lease in order to have necessary access to that portion and/or strata of the leased premises which remains in force and on which Lessee continues to conduct operations.

7. If, at any time or times after the expiration of the primary term, operations or production of oil, gas or other minerals on said Land or on acreage pooled therewith should cease from

any cause and this lease is not then being otherwise maintained, this lease shall not terminate if Lessee commences or resumes operations within ninety (90) days thereafter and continues such operations or commences any other operations with no cessation of operations of more than ninety (90) consecutive days, and if such operation or other operations result in the production of oil, gas or other minerals, this lease shall remain in full force and effect for so long thereafter as oil, gas or other mineral is produced from said Land or acreage pooled therewith. It is understood and agreed that if, during the primary term hereof, all operations or production ceases on said Land or land on leases pooled therewith, this lease shall nevertheless remain in full force and effect during the paid-up primary term hereof. If, at the expiration of the primary term, oil, gas or other minerals is not being produced on said Land or on acreage pooled therewith and there are no operations on said Land or on acreage pooled therewith but operations or production ceased within 90 days of the expiration of the primary term, this lease shall not terminate if Lessee commences or resumes operations within ninety (90) days of said cessation of production or operations. If after the expiration of the primary term, Lessee completes either (a) an oil well on land other than said Land and which other land and all or a portion of said Land has been included in a gas unit that was formed prior to the expiration of the primary term of this lease, or (b) a gas well on land other than said Land and which other land and all or a portion of said Land has been included in an oil unit that was formed prior to the expiration of the primary term of this lease, this lease shall remain in force so long as operations on said well or operations on any additional well on said Land or acreage pooled therewith are prosecuted with no cessation of more that ninety (90) consecutive days and if they result in the production of oil, gas or other mineral, so long thereafter as oil, gas or other mineral is produced from said Land or acreage pooled therewith. For all purposes herein, if an oil well on an oil unit, which includes all or a portion of said Land is reclassified as a gas well, or if a gas well on a gas unit, which includes all or a portion of the leased premises, is reclassified as an oil well, the effective date of such reclassification shall be considered as the date of essation of production from said well. If during the term of this lease, a well or wells should be drilled and completed as a producer of oil or gas in paying quantities and such well or wells are located on adjacent land and within 330 feet of and draining said Land, Lessee agrees, at its option to either (a) drill such offset well or wells, as an ordinary prudent operator would do under similar circumstances, or (b) release the affected acreage or stratum in accordance with the provisions of paragraph 6 herein; and, in this connection, it shall be considered that no drainage exists. However, there shall be no express or implied duty of Lessee, with respect to the above options, unless such offset well or wells drilled by Lessee would be sufficiently productive to pay Lessee a profit over and above drilling, completing and operation expense

8. Lessee shall have the right, at any time during or after the expiration of this lease, to remove all property and fixtures placed by Lessee on said Land, including the right to draw and remove all casing. Upon Lessor's request and when reasonably necessary for utilization of the surface for some intended use by the Lessor, Lessee will bury all pipelines below ordinary plow depth. No well shall be drilled within two hundred (200) feet of any residence or barn now on said Land without Lessor's consent.

9. The rights of either party hereunder may be assigned in whole or in part, and the provisions hereof shall extend to their heirs, successors and assigns; but no change or division in such ownership of said Land or toyalties, however accomplished, shall operate to enlarge the obligation or diminish the right of Lessee, and no change or division in such ownership shall be binding on Lessee until thirty (30) days after Lessee shall have been furnished, by registered U. S. mail at Lessee's principal place of business, with a certified copy of recorded instrument or instruments evidencing same or evidence satisfactory to Lessee. If any such change in ownership occurs by reason of the death of the owner, Lessee may nevertheless, pay or tender royalties, or part thereof, to the credit of the decedent in a depository bank provided for above. In the event of assignment hereof in whole or in part, liability for breach of any obligation hereunder shall rest exclusively upon the owner of this lease or of a portion thereof who commits such breach. If six or more parties become entitled to royalty hereunder, Lessee may withhold payment thereof unless and until furnished with a recordable instrument, executed by all such parties, designating an agent to receive payment for all.

10. The breach by Lessee of any obligation arising hereunder shall not work a forfeiture or termination of this leave, not cause a termination or reversion of the estate created hereby, nor counts for cancellation hereof in whole or in part. In the event Lessor considers that operations are not at any time being conducted in compliance with this leave, Lessor shall notify Lessee in writing of the facts relied upon as constituting a breach hereof, and Lessee, if in default, shall have minety (90) days after receipt of such notice in which to commence the compliance with the obligations imposed by virtue of this instrument. The service of said notice shall be precedent to the bringing of any action by Lessor on said lease for any cause, and no such action shall be brought until the lapse of ninety (90) days after service of such notice on Lessee. Neither the service of said notice nor the doing of any acts by Lessee aimed to meet all or any of the alleged breaches shall be deemed an admission or presumption that Lessee has failed to perform all its obligations hereunder. After the discovery of oil, gas or other minerals in paying quantities on said premises, Lessee shall reasonably develop the acreage retained hereunder; but, in discharging this obligation, it shall in no event be required to drill more than one well per eighty (80) acres, plus an acreage tolerance not to exceed 10% of 80 acres, of the area retained hereunder and capable of producing oil in paying quantities and one well per 640 acres, plus an acreage tolerance not to exceed 10% of 640 acres, of the area retained hereunder and capable of producing gas or other minerals in paying quantities.

11. Lessor bereby warrants and agrees to defend the title to said Land and agrees that Lessee may, at its option, discharge any tax, mortgage or other lien upon said Land, either in whole or in part and in the event Lesser does not it chall be subscripted.

or in part; and, in the event Lessee does so, it shall be subrogated to such lien with the right to enforce same and apply royalties accruing hereunder toward satisfying same. When required by state, federal or other laws, Lessee may withhold taxes with respect to royalty and other payments hereunder and remit the amounts withheld to the applicable taxing authority for credit to

Lessor. Without impairment of Lessee's rights under the warranty in event of failure of title, it is agreed that if Lessor owns an interest in the oil, gas or other minerals on, in or under said Land less than the entire fee simple estate, then the shut-in royalties and royalties to be paid Lessor shall be reduced proportionately.

12. (a) Should Lessee be prevented from complying with any express or implied covenant of this lease, from conducting operations thereon, or from producing oil or gas therefrom by reason of scarcity of or inability to obtain or to use equipment or material, or by operation of force majeure, any Federal or State law, or any order, rule or regulation of governmental authority, then while so prevented, Lessee's obligation to comply with such covenant shall be suspended and Lessee shall not be liable for damages for failure to comply therewith; and this lease shall be extended while and so long as Lessee is prevented by any such cause from conducting operations on or from producing oil or gas from said Land; and the time while Lessee is so prevented shall not be counted against Lessee, anything in this lease to the contrary notwithstanding.

(b) The specification of causes of force majoure herein enumerated shall not exclude other causes from consideration in determining whether Lessee has used reason wherever required in fulfilling any obligations or conditions of this lease, express or implied, and any delay of not more than six (6) months after termination of force majeure shall be deemed

justified.

(c) All terms and conditions of this lease, whether express or implied, shall be subject to all Federal and State Laws, Executive Orders, Rules, or Regulations; and this lease shall not be terminated, in whole or in part, nor Lessee held liable in damages for failure to comply therewith, if compliance is prevented by, or if such failure is the result of, any such Law, Order,

Rule or Regulation.

13. This lease states the entire contract between the parties, and no representation or promise, verbal or written, on behalf of either party shall be binding unless contained herein; and

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13. This lease states the entire contract between the parties, and no representation or promise, verbal or written, on behalf of either party shall be binding unless contained herein; and this lease shall be binding upon each party executing the same and their successors, heirs, and assigns, regardless of whether or not executed by all persons above named as "Lessor".

IN WITNESS WHEREOF, this instrument is executed on the date first above written

	Julie Taroly Lindson Mundall	1		
Jackie Carolyn Lit	dsey Mundell	ESSOR		LESSOR
	1	ESSOR		LESSOR
STATE OF	ARIZONA			
COUNTY OF	MARICOPA			
This instrument w	as acknowledged before me on January 15, 200	9	by Jackie Carolyn Lindsey Mundell	
			Notary Signature: Alle Allew	·
CHERYL L. HILLIEH  Notary Public - Arizona  MARICOPA COUNTY  My Commission Expires  AUGUST 31, 2010			Printed Name: Cheryl L H. LLiER  Notary Public, State of Arizona	
			My Commission Expires: 8-31-2010	

### **EXHIBIT "A"**

#### PROPERTY DESCRIPTION

Attached to and made a part of that certain Oil, Gas and Mineral Lease dated the 13th day of January, 2009 by and between Jackie Carolyn Lindsey Mundell, as Lessor and Devon Energy Production Company, L.P., as Lessee.

**Description:** 3.7896 acres, more or less, out of the M.E.P.& P.RR Co. Survey, A-1136 Tarrant County, Texas, being the following three (3) tracts, to-wit;

TRACT ONE: 0.571 acres, more or less, out of the M.E.P. & P.RR Co. Survey, A-1136 Tarrant County, Texas, and being the same land described in that certain Warranty Deed dated April 10, 1987, from Lee A. Batchelor and wife, Ethel Batchelor to Kirt L. Mays, recorded in Volume 8907, Page 1267, Deed Records, Tarrant County, Texas.

TRACT TWO: 0.572 acres, more or less, out of the M.E.P. & P.RR Co. Survey, A-1136 Tarrant County, Texas, and being the same land described in that certain Warranty Deed dated September 24, 1984, from Joe C. Lindsey to Billy D. Hanson and wife, Carolyn E. Hanson, recorded in Volume 7966, Page 1104, Deed Records, Tarrant County, Texas.

TRACT THREE: 2.6466 acres, more or less, out of the M.E.P. & P.RR Co. Survey, A-1136 Tarrant County, Texas, and being the same land described in that certain Warranty Deed dated January 12, 1995, from Joe C. Lindsey and wife, Jackie Lindsey to Kenny C. Taylor and wife, Debra Taylor, recorded in Volume 11857, Page 980, Deed Records, Tarrant County, Texas.

SIGNED FOR IDENTIFICATION: Jackie Carolyn Lindsey Mundell Jackie Carolyn Lindsey Mundell

EXHIBIT "A" TO OIL, GAS AND MINERAL LEASE

#### **EXHIBIT "B"**

Attached to and made a part of that certain Oil, Gas and Mineral Lease dated the 13th day of January, 2009 by and between Jackie Carolyn Lindsey Mundell, as Lessor and Devon Energy Production Company, L.P., as Lessee.

- 1. Notwithstanding anything contained in this lease to the contrary, wherever the primary term "five (5) years" appears in Paragraph No. 2 in the printed portion of this lease the same is hereby amended to read "one (1) year".
- 2. Notwithstanding anything contained in this lease to the contrary, wherever the fraction "one-eighth"  $(1/8^{th})$  appears in the printed portion of this lease the same is hereby amended to read "one fourth"  $(1/4^{th})$ .
- 3. Notwithstanding anything to the contrary contained in the printed form to which this Exhibit is attached, it is understood and agreed, between Lessor and Lessee, that there will be no surface operations for oil or gas upon the above described lands without the express written consent of the surface owner; however, Lessee shall have the right to drill under, or through, produce from and inject substances into the subsurface of the lands covered by this lease, from wells which are located on lands pooled therewith.

SIGNED FOR IDENTIFICATION: Jackie Carolyn Lindsey Mundell Jackie Carolyn Lindsey Mundell



# DEVON ENERGY PRODUCTION P O BOX 450

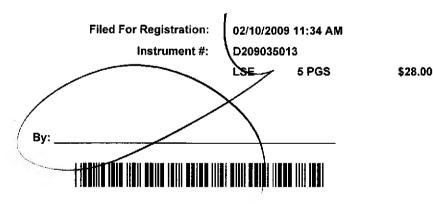
DECATUR

TX 76234

Submitter: DEVON ENERGY PRODUCTION CO

### SUZANNE HENDERSON TARRANT COUNTY CLERK TARRANT COUNTY COURTHOUSE 100 WEST WEATHERFORD FORT WORTH, TX 76196-0401

## <u>DO NOT DESTROY</u> WARNING - THIS IS PART OF THE OFFICIAL RECORD.



D209035013

ANY PROVISION WHICH RESTRICTS THE SALE, RENTAL OR USE OF THE DESCRIBED REAL PROPERTY BECAUSE OF COLOR OR RACE IS INVALID AND UNENFORCEABLE UNDER FEDERAL LAW.

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